Unit 12 Learning Aim D – Manufacturing M3

Manufacturing Account

Bootle Metalwork Solutions is a manufacturing company specialising in the production of bespoke metalwork.

They have given you the following information and would like you to prepare the manufacturing account for them for the year ending 31st December …

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Direct labour costs	32 000
Direct expenses	3 000
Opening inventory of raw materials	6 000
Closing inventory of raw materials	7 000
Purchase of raw materials	42 000
Opening inventory of work in progress	3 000
Closing inventory of work in progress	5 000
Opening inventory of finished goods	8 500
Closing inventory of finished goods	9 000
Revenue	225 000
Indirect materials	3 000
Indirect labour	14 000
Rent of factory	9 000
Depreciation of machinery	10 000
Factory light and heating	6 000
Sales and distribution expenses	26 500
Administration costs	46 000
Finance expenses	6 500